

Message Text

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ACTION OPIC-06

INFO OCT-01 NEA-10 ISO-00 SP-02 USIA-06 AID-05 EB-08
NSC-05 TRSE-00 SS-15 STR-04 OMB-01 CEA-01 CIAE-00
COME-00 FRB-03 INR-07 NSAE-00 XMB-02 LAB-04
SIL-01 PA-01 PRS-01 /083 W
-----281043Z 006609 /21

P 280912Z MAR 77

FM AMEMBASSY DACCA

TO SECSTATE WASHDC PRIORITY 4028

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E.O. 11652: N/A

TAGS: EINV, BG

SUBJ: BELBAGGO

REF: DACCA 1460 AND PREVIOUS

1. FOLLOWING IS TEXT OF BDG REPLY TO OPIC LETTER (TEXT
PER STATE 30903) SENT INDUSTRIES SECRETARY HQ:
BEGIN TEXT: MR. ZAINUL ABEDIN, JOINT SECRETARY, NATION-
ALIZED INDUSTRIES DIVISION, MINISTRY OF INDUSTRIES,
SHILPA BHABAN, MOTIJHEEL COMMERCIAL AREA, DACCA-2,
25TH MARCH, 1977, D.O. NO. MI/P-2/76/DC-II/1772, DEAR
MR. ROBERTSON, PLEASE REFER TO YOUR LETTER NO. 206
DATED FEBRUARY 14, 1977 REGARDING THE COMPENSATION CLAIM
OF OPIC/BELBAGCO.

THE GOVERNMENT OF BANGLADESH HAS ALREADY AGREED IN
PRINCIPLE TO REPAIR THE LOSS SUSTAINED BY BELBAGCO ON
ACCOUNT OF VESTING OF THE ASSETS OF PAKISTAN FABRICS
LTD. IN THE GOVERNMENT OF BANGLADESH UNDER P.O. 16 OF
1972. THE OPIC SHOULD NOT, THEREFORE, FEEL CONCERNED
AT THE PROPOSED PLAN OF THE GOVERNMENT TO DISINVEST THE
UNIT. THEY SHOULD NOT ALSO FEEL CONCERNED FOR RESOLUTION
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OF THE ISSUES INDICATED IN THE LETTER OF NOVEMBER 10,
1976 IN VIEW OF THE CLARIFICATIONS FURNISHED ON THE RE-
LATED POINTS BY THIS GOVERNMENT TO THE U.S. EMBASSY ON
JANUARY 18, 1977.

AS REGARDS THE AMOUNT OF COMPENSATION TO BE PAID TO
BELBAGCO/OPIC FOR THEIR LOSS OF ASSETS. IT MAY BE

POINTED OUT THAT PAKISTAN FABRICS LTD. HAD NET ASSETS WORTH TK. 12,52,534/- (TAKA TWELVE LACS FIFTY TWO THOUSAND FIVE HUNDRED AND THIRTY FOUR) ONLY AT THE TIME OF ITS TAKING OVER BY THE GOVERNMENT OF BANGLADESH AS PER BALANCE SHEETS OF THE UNIT PREPARED BY J.U. AHMED & CO. (COPY ENCLOSED).

SINCE BELBAGCO WAS THE ONLY PARTICIPANT IN THE EQUITY OF PFC THE GOVERNMENT OF BANGLADESH ASSURES TO PAY THE ABOVE AMOUNT TO BELBAGCO/OPIC IN BANGLADESH CURRENCY, TO BE MADE AVAILABLE TO THE U.S. GOVERNMENT FOR ITS USE IN THE TERRITORY OF THE GOVERNMENT OF BANGLADESH, AS PER EXCHANGE OF NOTES OF JANUARY, 1975.

THE GOVERNMENT OF BANGLADESH WOULD WELCOME THE REPRESENTATIVE OF THE OPIC AND THE U.S. EMBASSY TO DISCUSS AND RESOLVE THE DIFFERENCES, IF ANY, ON THE ISSUE AT ANY TIME. YOURS SINCERELY, (ZAINUL ABEDIN)

AMENDED BALANCE SHEET AS ON 26TH MARCH, 1972.

FIXED ASSETS: AT COST	1,23,91,428	
DEDUCT: DEPRECIATION	60,37,860	63,53,568
UNALLOCATED REVENUE EXPENDITURES		--
INVESTMENT		--
CURRENT ASSETS:		
STOCKS AND STORES	28,97,409	
DEBTORS & RECEIVABLES LESS		
PROVISION FOR DOUBTFUL DEBTS	4,222	
ADVANCES, DEPOSITS AND PREPAYMENTS		
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LESS PROVISION FOR DOUBTFUL RECOVERIES/	
ADJUSTMENTS	3,98,937
CASH AND BANK BALANCES	634 33,01,202
TOTAL ASSETS:	96,54,770

DEDUCT:	
CURRENT LIABILITIES:	
BANK OVERDRAFT	24,55,882
LIABILITIES FOR:	
GOODS	2,24,131
EXPENSES	11,05,308
OTHER FINANCES	4,27,798 42,13,119
LONG TERM LOANS & DEBENTURES	41,89,117 84,02,236
NET ASSETS/DEFICT	TAKA 12,52,534
REPRESENTED BY:	
SHARE CAPITAL	65,16,100
RESERVE & SURPLUS	(52,63,566)
	TAKA 12,52,534

J.U. AHMAD & CO.

CHARTERED ACCOUNTANTS END TEXT

2. AT THE PRESENT EXCHANGE RATE, TAKA 1,252, 534 IS
THE EQUIVALENT OF DOLS 81,333. AT THE EXCHANGE RATE IN
FORCE ON MARCH 26, 1972, IT IS THE EQUIVALENT OF ABOUT
DOLS 165,000.

3. WE WOULD WELCOME THE VISIT OF OPIC ATTORNEY RUFUS
BROWN (STATE 61035) ANY TIME DURING THE WEEK OF APRIL 10
OR THEREAFTER CONVENIENT TO OPIC. (NEITHER ECON COUNSELOR
BORN NOR AID REGIONAL LEGAL ADVISOR ROBERTSON WILL
BE IN DACCA WEEKNOF APRIL 4). WE ANTICIPATE NO PROBLEM
IN ARRANGING APPOINTMENTS FOR RUFUS BROWN WITH APPRO-
PRIATE BDG OFFICIALS FOLLOWING RECEIPT HIS ETA.
MASTERS

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CLAIMS, COMPENSATION, AGREEMENTS
Control Number: n/a
Copy: SINGLE
Sent Date: 28-Mar-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977DACCA01600
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770105-0693
Format: TEL
From: DACCA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770317/aaaaaobr.tel
Line Count: 131
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Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 33e939b1-c288-dd11-92da-001cc4696bcc
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Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 DACCA 1460
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 18-Nov-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2980401
Secure: OPEN
Status: NATIVE
Subject: BELBAGGO
TAGS: EINV, BG, BELBAGCO INC
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/33e939b1-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
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22 May 2009
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